

Highlights from the 2023-24 Unaudited Actuals

General Fund Ending Balance 2023-24

Unrestricted Funds– The Unrestricted General Fund ending balance (inclusive of a Board-approved 3% Reserve for Economic Uncertainties, revolving cash, pre-paid expenditures, reserves for future deficit spending, reserve for up to 2 months of general fund expenditures, etc.) is currently reported to be \$56,609,464 as summarized in *Attachment 1*. A surplus of \$20,430,866 was added to the Estimated Actuals surplus therefore increasing the Unaudited Actuals surplus to \$56,609,464 from \$1,296,746.

The components of the \$56,609,464 Ending Balance includes the following:

- Revolving Cash: \$20,023
- Prepaid Items: \$94,970
- Reserve for 3% Economic Uncertainties: \$6,497,421

Assignments of \$49,997,050 Fund Balance which is less Revolving/Prepaid and the 3% reserve:

- Reserve for Deficit Spending in 2024-25 of \$12,047,790
- Reserve for Deficit Spending in 2025-26 of \$8,845,035
- Reserve for Deficit Spending in 2026-27 of \$2,878,785
- Reserve for Up to 2 (two) Months of Operating Expenses of \$26,225,441
 - A full two-month reserve would be equal to \$26,800,000.

The Local General Fund Contributions (LGFC) and Interfund Transfers are summarized in *Attachment 2*.

There were no substantial Budget Revisions after the 2024-25 Budget Adoption that required a net change to the Budget after Adoption. Any adjustments to the Adopted Budget will be reflected in the 2024-25 First Interim Budget Report.

The *Unrestricted General Fund* balance is \$20,430,866 higher than expected from the Estimated Actuals that were prepared with the 2024-25 Budget Adoption in June 2024. This fund balance increase can largely be explained by the following:

- Increased LCFF Funds (RDA & Property Taxes): \$7,724,355
- Increased In-Lieu Property Tax Transfer to Charters: -\$14,851 (decrease to revenue)
- Decreased Education Protection Account (EPA): -\$215,720
- Increased Lottery (Unrestricted): \$295,513
- Decreased Mandated Reimbursement Grant: -\$8,682
- Increased Other State Revenue: \$354,341 (which \$329,349 is the Home to School Transportation Reimbursement Grant and the remaining \$29,992 for testing reimbursements such as STAR, CELDT, and CAHSEE)
- Decreased Measure GSH & Y: -\$146,712

- Increase Measure R: \$945,748
- Increase Santa Monica Joint Use: \$211,039
- Decrease Malibu Joint Use: -\$10,601
- Decrease in Malibu Fundraising Entity: -\$59,630
- Increase Interest Earned: \$1,581,329
- Increase Lease & Rental: \$411,143
- Other Local Income: -\$356,988
- Decreased Local General Fund Contribution to Routine Restricted Maintenance Account (RRMA): \$531,927 (Increase to revenue)
- Decreased Local General Fund Contribution to Special Education: \$400,466 (increase to revenue)
- Increase Implementation of GASB 87 for Rents and Leases: \$1,000,000
- Unspent Site SMEF Stretch Grant Funds: \$22,709
- Unspent Site Formula Allocations: \$189,988
- Unspent Supplies/Textbooks & Technology: \$1,458,113 (due to funds being spend from the restricted general fund from Arts, Music, Instructional Materials Block Grant)
- Unspent Salaries and Benefits due to Restricted General Fund Covid-19 Funds being used: \$7,800,447
- Unspent Other Operating Costs: \$4,241,766
- Increase Capital Outlay for New Electric Bus: -\$196,349
- Increase Transfers to County Specialized Schools for SPED Students: -\$20,450
- Increase Debt Service Implementation of GASB 87 for Rents and Leases: \$500,000
- Decrease Indirect Costs from Categorical Programs (increase to expenses): -\$654,099
- Increase Audit Adjustment from 2022-23 booked in 2023-24 (decrease to ending fund balance): -\$4,553,937

Details of unspent funds per location outlined in *Attachment 3*.

Restricted Funds –The Restricted General Fund accounts for the remaining categorical funds, local resources, and the large majority of the Covid-19 funds. The ending balance for that portion of the General Fund was less due to the drawdown of the final and remaining balances of the Covid-19 funds. This is a result of spent and planned for categorical expenditures as well as committed local carryovers which are the majority of assigned and committed funds.

Details of restricted categorical per location outlined in *Attachment 4*.

Details of the Multi-Year Projection (MYP) is outlined in *Attachment 5*.

Details of the District's Reserve History is outlined in *Attachment 6*.